Northern District of California

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UNITED STATES DISTRICT COURT
NORTHERN DISTRICT OF CALIFORNIA

MORTON & BASSETT, LLC, Plaintiff,

v.

ORGANIC SPICES, INC.,

Defendant.

Case No.15-cv-01849-HSG

ORDER GRANTING IN PART AND YING IN PART THE PARTIES? ADMINISTRATIVE MOTIONS TO FILE UNDER SEAL

Re: Dkt. Nos. 65, 69

Pending before the Court are two administrative motions, Dkt. Nos. 65, 69, to file under seal certain documents relating to the motion for summary judgment filed by Defendant and Counterclaimant Organic Spices, Inc., Dkt. No. 66 ("Mot. for SJ"), and the opposition thereto filed by Plaintiff and Counterclaim-Defendant Morton & Bassett, LLC, Dkt. No. 70 ("SJ Opp."). The administrative motions to file under seal are unopposed. See Dkt. Nos. 65, 69. Although the parties did not submit declarations pursuant to Civil Local Rule 79-5(e)(1), the parties have stipulated that the documents and exhibits listed in both administrative motions should be filed under seal. See Dkt. Nos. 65-10, 69-2.

Having carefully considered each of the requested redactions, the Court **GRANTS IN PART** and **DENIES IN PART** the administrative motions to seal.

I. **LEGAL STANDARD**

Courts generally apply a "compelling reasons" standard when considering motions to seal documents. Pintos v. Pac. Creditors Ass'n, 605 F.3d 665, 677-78 (9th Cir. 2010). "This standard derives from the common law right 'to inspect and copy public records and documents, including judicial records and documents." Id. (quoting Kamakana v. City & Cnty. of Honolulu, 447 F.3d 1172, 1178 (9th Cir. 2006)). "[A] strong presumption in favor of access is the starting point." Kamakana, 447 F.3d at 1178 (citation and internal quotation marks omitted). To overcome this

strong presumption, the moving party must "articulate compelling reasons supported by specific
factual findings that outweigh the general history of access and the public policies favoring
disclosure, such as the public interest in understanding the judicial process." <i>Id.</i> at 1178-79
(citations, internal quotation marks, and alterations omitted). "In general, compelling reasons
sufficient to outweigh the public's interest in disclosure and justify sealing court records exist
when such court files might have become a vehicle for improper purposes, such as the use of
records to gratify private spite, promote public scandal, circulate libelous statements, or release
trade secrets." Id. at 1179 (citation and internal quotation marks omitted). The court must
"balance the competing interests of the public and the party who seeks to keep certain judicial
records secret. After considering these interests, if the court decides to seal certain judicial
records, it must base its decision on a compelling reason and articulate the factual basis for its
ruling, without relying on hypothesis or conjecture." Id. (citations, brackets, and internal
quotation marks omitted).

Civil Local Rule 79-5 supplements the "compelling reasons" standard. The party seeking to file under seal must "establish[] that the document, or portions thereof, are privileged, protectable as a trade secret or otherwise entitled to protection under the law. . . . The request must be narrowly tailored to seek sealing only of sealable material" Civ. L.R. 79-5(b).

Finally, records attached to motions that are only "tangentially related to the merits of a case" are not subject to the strong presumption of access. *Ctr. for Auto Safety v. Chrysler Grp.*, *LLC*, 809 F.3d 1092, 1101 (9th Cir. 2016). Accordingly, parties moving to seal such records must meet the lower "good cause" standard of Rule 26(c) of the Federal Rules of Civil Procedure. *Id.* at 1097. The "good cause" standard requires a "particularized showing" that "specific prejudice or harm will result" if the information is disclosed. *Phillips ex rel. Estates of Byrd v. Gen. Motors Corp.*, 307 F.3d 1206, 1210-11 (9th Cir. 2002) (citation and internal quotation marks omitted); *see also* Fed. R. Civ. P. 26(c).

II. DISCUSSION

Here, the Court applies the "compelling reasons" standard because the documents at issue have more than a tangential relation to the merits of the case. *See Ctr. for Auto Safety*, 809 F.3d at

1101. The Court rules as follows:

Motion	Document	Ruling	Reason
65	Mot. for SJ, Kanach Decl., Ex. 1	GRANTED as to 36:12-24, 38:2-12, 39:19-25, 40, 41, 49-54, 55:9-25, 56-59, 60:1-13, 61:20-25, 62-66, 67:1-20, 68:15-25, 69:1-6, 113, 114:1-5, 134:21-23, 135:12-25, 136, 147-148, 150-158 DENIED as to remaining portions	Confidential Business Information (including Confidential Product Development Information, Manufacturer Information, and Competition Evaluation) Not Confidential Information
		and pages thereof	
65	Mot. for SJ, Kanach Decl., Ex. 2	GRANTED as to 43:24-25, 44:1-14, 66:4-21, 101, 251:4-10, 318:1-17	Confidential Business Information
		DENIED as to remaining portions and pages thereof	Not Confidential Information
65	Mot. for SJ, Kanach Decl., Ex. 3	GRANTED as to 248:19-25, 250:21-25, 252:6-12	Confidential Business Information
		DENIED as to remaining portions and pages thereof	Not Confidential Information
65	Mot. for SJ, Kanach Decl., Ex. 4	GRANTED as to 54:10-21, 55:4-25, 56:1-3, 249:9-25, 250, 252	Confidential Business Information
		DENIED as to remaining portions and pages thereof	Not Confidential Information
65	Mot. for SJ, Kanach Decl., Ex. 5	GRANTED as to 250:3-9, 287-88	Confidential Business Information
		DENIED as to remaining portions and pages thereof	Not Confidential Information
65	Mot. for SJ, Kanach Decl., Ex. 6	DENIED	Not Confidential Information
65	Mot. for SJ, Kanach Decl., Ex. 7	DENIED	Not Confidential Information
65	Mot. for SJ, Kanach Decl., Ex. 8	GRANTED as to 30, 157:21-25, 158:1-14, 185-86, 211:3-6, 212:10-22, 216:1-4	Confidential Business Information
		DENIED as to remaining portions and pages thereof	Not Confidential Information
69	SJ Opp., Salvatore Decl., Ex. A	GRANTED as to 70:6-11	Confidential Business Information
		DENIED as to remaining portions and pages thereof	Not Confidential Information
69	SJ Opp., Salvatore Decl., Ex. B	GRANTED	Confidential Business Information
69	SJ Opp., Salvatore Decl., Ex. C	GRANTED as to 180:8-25, 181	Confidential Business Information
		DENIED as to remaining portions and pages thereof	Not Confidential Information

69	SJ Opp., Salvatore Decl.,	GRANTED as to 221-26, 290:7-	Confidential Business Information
	Ex. D	25, 291, 293, 294:1-5, 315:20-25,	
		316-17, 319:21-25, 320, 395-96,	
		428:20-25, 429-430, 431:1-18,	
		588:10-25, 589-90, 593:16-25,	
		594-597, Ex. 36, Exs. 42-45, Ex.	
		53, Ex. 56, Exs. 82-84	
		DENIED as to remaining portions and pages thereof	Not Confidential Information
69	SJ Opp., Salvatore Decl.,	GRANTED as to 44:5-25, 45	Confidential Business Strategy
	Ex. E	ŕ	
		DENIED as to remaining portions	Not Confidential Information
		and pages thereof	
69	SJ Opp., Campbell	GRANTED	Confidential Business and Financial
	Springfield Decl., Ex. A		Information

III. CONCLUSION

For the foregoing reasons, the Court **GRANTS IN PART** and **DENIES IN PART** the administrative motions to file under seal the specified documents. Pursuant to Civil Local Rule 79-5(f)(1), Salvatore Declaration Exhibit B and Campbell Springfield Declaration Exhibit A of Plaintiff's summary judgment opposition will remain under seal, and the public will have access only to the redacted versions accompanying the motion. Pursuant to Civil Local Rule 79-5(f)(2), Defendant must file the unredacted versions of Kanach Declaration Exhibits 6 and 7 within 7 days. Finally, pursuant to Civil Local Rule 79-5(f)(3), the parties must file the necessary revised redacted versions of the remaining documents listed in the chart above within 7 days.

IT IS SO ORDERED.

Dated: 1/31/2017

HAYWOOD S. GILLIAM, JR. United States District Judge